

DEBTOR: Pacific WebWorks Inc.

MONTHLY OPERATING REPORT
CHAPTER 11

CASE NUMBER: _____

Form 2-A
COVER SHEET

For Period Ending 11/30/2016

Accounting Method: ☐ Accrual Basis ☒ Cash Basis

THIS REPORT IS DUE 14 DAYS AFTER THE END OF THE MONTH

Mark One Box for Each
Required Document:

Debtor must attach each of the following reports/documents unless the U. S. Trustee has waived the requirement in writing. File the original with the Clerk of Court. Submit a duplicate, with original signature, to the U. S. Trustee.

Report/Document Attached	Previously Waived	REQUIRED REPORTS/DOCUMENTS
<input checked="" type="checkbox"/>	<input type="checkbox"/>	1. Cash Receipts and Disbursements Statement (Form 2-B)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	2. Balance Sheet (Form 2-C)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	3. Profit and Loss Statement (Form 2-D)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	4. Supporting Schedules (Form 2-E)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	5. Quarterly Fee Summary (Form 2-F)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	6. Narrative (Form 2-G)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	7. Bank Statements for All Bank Accounts IMPORTANT: Redact account numbers and remove check im
<input checked="" type="checkbox"/>	<input type="checkbox"/>	8. Bank Statement Reconciliations for all Bank Accounts

I declare under penalty of perjury that the following Monthly Operating Report, and any attachments thereto are true, accurate and correct to the best of my knowledge and belief.

Executed on: _____

Print Name: K. Lance Bell

Signature: 

Title: President

DEBTOR: Pacific WebWorks Inc. CASE NO: 16-21223

Form 2-B
CASH RECEIPTS AND DISBURSEMENTS STATEMENT
For Period: 11/1/2016 to 11/30/2016

CASH FLOW SUMMARY

	<u>Current Month</u>	<u>Accumulated</u>
1. Beginning Cash Balance	\$ <u>278,843.97</u> (1)	\$ <u>953,458.69</u> (1)
2. Cash Receipts		
Operations	-	-
Distributions		94,292.86
Bank Interest Income		1.20
Other	-	51,480.06
Total Cash Receipts	\$ <u>-</u>	\$ <u>145,774.12</u>
3. Cash Disbursements		
Operations	1,530.95	185,758.36
Debt Service/Secured loan payment	-	-
Professional fees/U.S. Trustee fees	-	-
Other	-	-
Total Cash Disbursements	\$ <u>1,530.95</u>	\$ <u>185,758.36</u>
4. Net Cash Flow (Total Cash Receipts less Total Cash Disbursements)	<u>(1,530.95)</u>	<u>(39,984.24)</u>
5 Ending Cash Balance (to Form 2-C)	\$ <u>277,313.02</u>	-2 \$ <u>461,328.89</u> (2)

CASH BALANCE SUMMARY

	<u>Financial Institution</u>	<u>Book Balance</u>
Petty Cash		\$
DIP Operating Account	<u>Rabobank</u>	277,313.02
DIP State Tax Account		-
DIP Payroll Account		-
Other Operating Account		-
Other Operating Account		
Other Operating Account		
Other Operating Account		
Other Operating Account		
Other Operating Account		
Other Interest-bearing Account		-
TOTAL (must agree with Ending Cash Balance above)		\$ <u>277,313.02</u> (2)

- (1) *Accumulated beginning cash balance is the cash available at the commencement of the case.
Current month beginning cash balance should equal the previous month's ending balance.*
- (2) *All cash balances should be the same.*

DEBTOR: Pacific WebWorks Inc.

CASE NO: 16-21223

Form 2-B
CASH RECEIPTS AND DISBURSEMENTS STATEMENT

For Period: 11/1/2016 to 11/30/2016

CASH RECEIPTS DETAIL

(attach additional sheets as necessary)

Account No:

Date	Payer	Description	Amount
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\$

Total Cash Receipts

\$ - (1)

(1) Total for all accounts should agree with total cash receipts listed on Form 2-B, page 1

DEBTOR: Pacific WebWorks Inc.

CASE NO: 16-21223

Form 2-B
CASH RECEIPTS AND DISBURSEMENTS STATEMENT
For Period: 11/1/2016 to 11/30/2016

CASH DISBURSEMENTS DETAIL
(attach additional sheets as necessary)

Account No:

Date	Check No.	Payee	Description (Purpose)	Amount
10/19/2016	107	Paychex	payroll fees	270.95
10/19/2016	106	Tanner Purser	Accounting services	935.00
10/25/2016	108	US Trustee	Court Fees	325.00

Total Cash Disbursements \$ 1,530.95 (1)

(1) Total for all accounts should agree with total cash disbursements listed on Form 2-B, page 1

Page 3 of 3
Rev. 12/10/2009

Form 2-C
COMPARATIVE BALANCE SHEET
For Period Ended: 11/30/2016

	Current Month	Petition Date (1)
ASSETS		
Current Assets:		
Cash (from Form 2-B, line 5)	\$ 277,313.02	\$ 87,802.28
Accounts Receivable (from Form 2-E)	-	14,994.03
Receivable from Officers, Employees, Affiliates	-	-
Inventory	-	-
Other Current Assets :(List) <u>Hartford insurance</u>	757.00	6,141.90
		53,271.15
Total Current Assets	\$ <u>278,070.02</u>	\$ <u>162,209.36</u>
Fixed Assets:		
Land	\$ -	\$ -
Building	-	-
Equipment, Furniture and Fixtures	-	6,000.00
Total Fixed Assets	-	6,000.00
Less: Accumulated Depreciation	()	()
Net Fixed Assets	\$ -	\$ 6,000.00
Other Assets (List):		4,825.00
TOTAL ASSETS	\$ <u>278,070.02</u>	\$ <u>173,034.36</u>
LIABILITIES		
Post-petition Accounts Payable (from Form 2-E)	\$ -	\$ -
Post-petition Accrued Profesional Fees (from Form 2-E)	-	-
Post-petition Taxes Payable (from Form 2-E)	-	-
Post-petition Notes Payable	-	-
Other Post-petition Payable(List): <u>Operating Payables</u>	-	-
Total Post Petition Liabilities	\$ -	\$ -
Pre Petition Liabilities:		
Secured Debt		36,188.70
Priority Debt	17,762.84	23,323.24
Unsecured Debt	138,457.64	174,291.80
Total Pre Petition Liabilities	\$ <u>156,220.48</u>	\$ <u>233,803.74</u>
TOTAL LIABILITIES	\$ <u>156,220.48</u>	\$ <u>233,803.74</u>
OWNERS' EQUITY		
Capital Stock	\$ 49,722.00	\$ 49,722.00
APIC	18,511,104.00	18,511,104.00
Retained Earnings - Prepetition	(18,098,675.93)	(18,621,595.38)
Retained Earnings - Post-petition	(340,300.53)	-
TOTAL OWNERS' EQUITY	\$ <u>121,849.54</u>	\$ <u>(60,769.38)</u>
TOTAL LIABILITIES AND OWNERS' EQUITY	\$ <u>278,070.02</u>	\$ <u>173,034.36</u>

DEBTOR: Pacific WebWorks Inc.

CASE NO: 16-21223

Form 2-D
PROFIT AND LOSS STATEMENT
For Period 11/1/2016 to 11/30/2016

	Current Month	Accumulated Total (1)
Gross Operating Revenue	\$	\$ 35.90
Less: Discounts, Returns and Allowances	()	()
Net Operating Revenue	\$ -	\$ 35.90
Cost of Goods Sold	60.00	60.00
Gross Profit	\$ -	\$ (24.10)
Operating Expenses		
Officer Compensation	\$ -	\$ -
Selling, General and Administrative	1,530.95	338,336.18
Rents and Leases	-	-
Depreciation, Depletion and Amortization	-	-
Other (list): <u>Settlement Fees</u>	-	-
Total Operating Expenses	\$ 1,530.95	\$ 338,336.18
Operating Income (Loss)	\$ (1,530.95)	\$ (338,360.28)
Non-Operating Income and Expenses		
Other Non-Operating Expenses	\$ -	\$ -
Gains (Losses) on Sale of Assets	-	-
Interest Income	-	(1.21)
Interest Expense	-	-
Other Non-Operating Income	-	(175,000.00)
Net Non-Operating Income or (Expenses)	\$ -	\$ (175,001.21)
Reorganization Expenses		
Legal and Professional Fees	\$ -	\$ -
Other Reorganization Expense	-	-
Total Reorganization Expenses	\$ -	\$ -
Net Income (Loss) Before Income Taxes	\$ (1,530.95)	\$ (163,359.07)
Federal and State Income Tax Expense (Benefit)	-	-
NET INCOME (LOSS)	\$ (1,530.95)	\$ (163,359.07)

(1) Accumulated Totals include all revenue and expenses since the petition date.

DEBTOR: Pacific WebWorks Inc.

CASE NO: 16-21223

Form 2-E
SUPPORTING SCHEDULES

For Period: 11/1/2016 to 11/30/2016

POST PETITION TAXES PAYABLE SCHEDULE

	Beginning Balance (1)	Amount Accrued	Amount Paid	Date Paid	Check Number	Ending Balance
Income Tax Withheld:						
Federal	\$ 0	\$ 0	0		Payroll	\$ 0
State	0	0	0		Payroll	0
FICA Tax Withheld	0	0	0		Payroll	0
Employer's FICA Tax	0	0	0		Payroll	0
Unemployment Tax						
Federal	0	0	0			0
State	0	0	0			0
Sales, Use & Excise Taxes	0	0	0			0
Property Taxes	0	0	0			0
Accrued Income Tax:						
Federal	0	0	0			0
State	0	0	0			0
Other:	0	0	0			0
TOTALS	\$ 0	\$ 0	0			\$ 0

(1) For first report, Beginning Balance will be \$0; thereafter, Beginning Balance will be Ending Balance from prior report.

(2) Taxes are paid from the operating account with each payroll payment to Paychex. Which then remits the appropriate amounts to the taxing authorities

INSURANCE SCHEDULE

	Carrier	Amount of Coverage	Expiration Date	Premium Paid Through
Workers' Compensation		\$		\$
General Liability		\$		\$
Property (Fire, Theft)		\$		\$
Vehicle		\$		\$
Other (list):		\$		\$
D&O / E&O		\$		\$

DEBTOR: Pacific WebWorks Inc.

CASE NO: 16-21223

Form 2-E
SUPPORTING SCHEDULES
 For Period: 10/1/2016 to 10/31/2016

ACCOUNTS RECEIVABLE AND POST PETITION PAYABLE AGING

<u>Due</u>	<u>Accounts Receivable</u>	<u>Post Petition Accounts Payable</u>
Under 30 days	\$ 0.00	\$ 0.00
30 to 60 days	0.00	0.00
61 to 90 days	0.00	0.00
91 to 120 days	0.00	0.00
Over 120 days	0.00	0.00
Total Post Petition	<u>0.00</u>	
Pre Petition Amounts	<u>0.00</u>	
Total Accounts Receivable	\$ 0.00	
Less: Bad Debt Reserve	0.00	
Net Accounts Receivable (to Form 2-C)	<u>\$ 0.00</u>	
	Total Post Petition Accounts Payable	<u>\$ 0.00</u>

* Attach a detail listing of accounts receivable and post-petition accounts payable

SCHEDULE OF PAYMENTS TO ATTORNEYS AND OTHER PROFESSIONALS

	<u>Month-end Retainer Balance</u>	<u>Current Month's Accrual</u>	<u>Paid in Current Month</u>	<u>Date of Court Approval</u>	<u>Month-end Balance Due *</u>
Debtor's Counsel	\$ 0	\$ 0	\$ 0		\$ 0
Counsel for Unsecured Creditors' Committee	0	0	0		0
Trustee's Counsel	0	0	0		0
Accountant	0	0	0		0
Other:	0	0	0		0
Total	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>		<u>\$ 0</u>

*Balance due to include fees and expenses incurred but not yet paid.

SCHEDULE OF PAYMENTS AND TRANSFERS TO PRINCIPALS/EXECUTIVES**

<u>Payee Name</u>	<u>Position</u>	<u>Nature of Payment</u>	<u>Amount</u>

**List payments and transfers of any kind and in any form made to or for the benefit of any proprietor, owner, partner, shareholder, officer or director.

DEBTOR: Pacific WebWorks Inc.

CASE NO: 16-21223

Form 2-F
QUARTERLY FEE SUMMARY *
For the Month Ended: 11/30/2016

<u>Month</u>	<u>Year</u>	<u>Cash Disbursements **</u>	<u>Quarterly Fee Due</u>	<u>Check No.</u>	<u>Date Paid</u>
January	2016	\$ 0			
February	2016	563.23			
March	2016	19331.46	325	1025	5/9/2016
			325	1032	5/12/2016
TOTAL 1st Quarter	\$	<u>19,894.69</u> \$	<u>650</u>		
April	2016	39,810.33	325	1034	5/31/2016
May	2016	31,357.71			
June	2016	1,530.95			
TOTAL 2nd Quarter	\$	<u>72,698.99</u> \$	<u>650</u>	1053	8/1/2016
July	2016	18,331.08			
August	2016	25,389.44			
September	2016	56,613.83			
TOTAL 3rd Quarter	\$	<u>100,334.35</u> \$	<u>650</u>	<u>0.00</u>	<u>10/25/2016 0:00</u>
October	2016	142,175.29			
November	2016	1,530.95	325		11/23/2016 0:00
December		0			
TOTAL 4th Quarter	\$	<u>0</u> \$			

FEE SCHEDULE (as of JANUARY 1, 2008)

Subject to changes that may occur to 28 U.S.C. §1930(a)(6)

<u>Quarterly Disbursements</u>	<u>Fee</u>	<u>Quarterly Disbursements</u>	<u>Fee</u>
\$0 to \$14,999.....	\$325	\$1,000,000 to \$1,999,999.....	\$6,500
\$15,000 to \$74,999.....	\$650	\$2,000,000 to \$2,999,999.....	\$9,750
\$75,000 to \$149,999.....	\$975	\$3,000,000 to \$4,999,999.....	\$10,400
\$150,000 to \$224,999.....	\$1,625	\$5,000,000 to \$14,999,999	\$13,000
\$225,000 to \$299,999.....	\$1,950	\$15,000,000 to \$29,999,999....	\$20,000
\$300,000 to \$999,999.....	\$4,875	\$30,000,000 or more	\$30,000

* This summary is to reflect the current calendar year's information cumulative to the end of the reporting period

** Should agree with line 3, Form 2-B. Disbursements are net of transfers to other debtor in possession bank accounts

Failure to pay the quarterly fee is cause for conversion or dismissal of the chapter 11 case. [11 U.S.C. Sec. 1112(b)(10)]

In addition, unpaid fees are considered a debt owed to the United States and will be assessed interest under 31 U.S.C. §3717

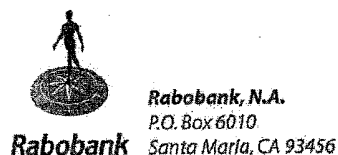
DEBTOR: Pacific WebWorks Inc.

CASE NO: 16-21223

**Form 2-G
NARRATIVE**

For Period: 11/1/2016 to 11/30/2016

Please provide a brief description of any significant business and legal actions taken by the debtor, its creditors, or the court during the reporting period, any unusual or non-recurring accounting transactions that are reported in the financial statements, and any significant changes in the financial condition of the debtor which have occurred subsequent to the report date.




Period Covered:
November 01, 2016 - November 30, 2016
Page 1 of 4

Gil A. Miller
215 South State Street, Suite 550
Salt Lake City UT 84111

Case Number: 16-21223
Case Name: Pacific WebWorks, Inc
Trustee Number: 0000640150
Trustee Name: Gil A. Miller

Questions
(800) 634-7734, ext. 8
bmsbankingcenter@bms7.com
www.bmsadvantage.com

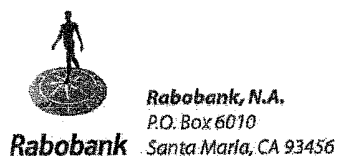
Consolidated Balance Summary

Account	Number	Maturity Date	Ending Balance Prior Period	Ending Balance This Period
Checking Account				
TRUSTEE CHECKING			\$279,574.97	\$277,313.02
Total			\$279,574.97	\$277,313.02

Notable Information For You...

Incoming Wire Transfers: Incoming wires may be received up to 3:30 PST and are processed upon receipt. Official wire confirmations can be forwarded to recipients with rights to receive incoming wire confirmations. Recipients can be added or removed in the BMS software.

Outgoing Wire Transfers: Outgoing wires are completed in the BMS software and cannot contain any handwritten information except for a required wet signature. The date on the form must be no more than one 1 business day old and received by Rabobank no later than 12:30 PST for same day processing.



Account Number:

[REDACTED]

Period Covered:

November 01, 2016 - November 30, 2016
Page 2 of 4

Gil A. Miller
215 South State Street, Suite 550
Salt Lake City UT 84111

Case Number: 16-21223
Case Name: Pacific WebWorks, Inc
Trustee Number: 0000640150
Trustee Name: Gil A. Miller

Questions
(800) 634-7734, ext. 8
bmsbankingcenter@bms7.com
www.bmsadvantage.com

Trustee Checking

Account number	[REDACTED]	Beginning balance	\$279,574.97
Enclosures	5	Total additions	\$0.00
Avg collected balance	\$278,367.00	Total subtractions	\$2,261.95
		Ending balance	\$277,313.02

CHECKS

Number	Date	Amount	Number	Date	Amount
102	11-14	81.00	107	11-15	270.95
104 *	11-01	650.00	108	11-23	325.00
106 *	11-22	935.00			

*Skip in check sequence

DAILY BALANCES

Date	Amount	Date	Amount	Date	Amount
10-31	279,574.97	11-14	278,843.97	11-22	277,638.02
11-01	278,924.97	11-15	278,573.02	11-23	277,313.02

Account Number: ~~5-1111-1111~~
Statement Date: November 30, 2016
Page: 3 of 4

THIS CHECK IS VOID WITHOUT A NAME AND ADDRESS PACKAGED AND A TIME WATERMARK - MODAL AT AN ANGLO 1020

0066-7693

PERENV

Rabobank, N.A.
90 E. Broadway, Suite 300, St. Paul, Minnesota, MN 55102
Phone: (609-242) for Rabobank Specialty Offices

102
90-5716 / 1225

VOID AFTER 90 DAYS

CRN Miller
215 South Street
Suite 100
Bellaire City UT 84111

FIN 3 560110

Securitizing
Pacific Worldwide, Inc (1642) 223 9770 (800) 287-1045
Invoice 2006072500, Issue #0068 0002-7223

Date 10/7/2016
\$ *****25.00

---Eighty-One Dollars and 00/100

Pay to the Order of
Payable to New York, LLD
1875 South River Parkway Suite 200
South Jordan UT 84095

Spencer

CRN Miller

NO MAT

Co-Pack

⑈0000010 2⑈ ⑈122239159⑈5007838266⑈

⑈0000008 100⑈

11/14/2016	102	\$81.00
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14-00000

JPMORGANCHASE BK NA CR TO NMD
144418 ->074000000< PAYEE ALL
23812435 0006482 RTS NSVD
00091203 100 8002000391428194

11/14/2016	102	\$81.00
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[illegible]

11/01/2016	104	\$650.00
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04410-3601-72
US TRMAS DG-BCP
2016103

11/01/2016	104	\$650.00
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[illegible]

11/22/2016	106	\$935.00
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11-27-76 C324079616 Mobile University Fed Credit Union
122116193700244 Credit to ACCT of NAME PAYEE

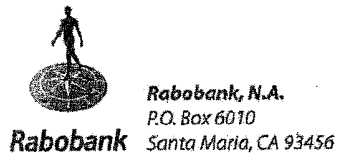
11/22/2016	106	\$935.00
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[illegible]

11/15/2016	107	\$270.95
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114418 JPNORGANCHASE BK NA CR TO HMD
23615467 M74799392- PAYEE ALL
0064632 HTB RSV9
00051091 849 0000000301420154

11/15/2016	107	\$270.95
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Account Number: ~~5001-11223~~
Statement Date: November 30, 2016
Page: 4 of 4

THIS CHECK IS VOID WITHOUT A SIGN AND GILLY BACKGROUND AND A TALE WATERMARK. INK IS NOT AN ADJUST TO DATE.

Rabobank, N.A.
93 E Thousand Oaks Blvd, Ste 200, Thousand Oaks, CA 91320
Phone: 800-485-5445 for Rabobank Specialty Deposits

108
80-3715/122

VOID AFTER 90 DAYS

Pay to the order of: 127,841 (1) \$70.8 840110

Payable by: Public/Wholesale Inc (16-11223 WFO) PHONEROCU) 429-1-600-300718355 Date: 11/18/2016

Amount: \$216,112.33 - Adjustments to Quarterly Fees \$ *****325.00

Payable in full: One Hundred Twenty-five Dollars and 00/100

Signature: [Signature]
CH Miller

U.S. Treasury
PO Box 550001
Atlanta, GA 30353-0001

⑈00000108⑈ ⑈122237159⑈500783825⑈⑈

11/23/2016 108 \$325.00

⑈0410-3601-7⑈
US TREAS DG-BCP
20161122

⑈00000108⑈ ⑈122237159⑈500783825⑈⑈

11/23/2016 108 \$325.00

11:37 PM

12/08/16

PWEB

Reconciliation Detail
Rabobank, Period Ending 11/30/2016

Type	Date	Num	Name	Clr	Amount	Balance
Beginning Balance						278,843.97
Cleared Transactions						
Checks and Payments - 3 items						
Check	11/30/2016		Tanner J Purser	X	-935.00	-935.00
Check	11/30/2016		Us Trustee	X	-325.00	-1,260.00
Check	11/30/2016		PayChex	X	-270.95	-1,530.95
Total Checks and Payments					-1,530.95	-1,530.95
Total Cleared Transactions					-1,530.95	-1,530.95
Cleared Balance					-1,530.95	277,313.02
Register Balance as of 11/30/2016					-1,530.95	277,313.02
Ending Balance					-1,530.95	277,313.02